

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 6037

BILL NUMBER: SB 14

NOTE PREPARED: Oct 18, 2012

BILL AMENDED:

SUBJECT: Cold Beer Sales.

FIRST AUTHOR: Sen. Boots

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: X GENERAL
X DEDICATED
FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill allows a holder of a beer dealer's permit issued to a grocery store or drug store to sell and deliver cold beer that was manufactured in Indiana by a microbrewery in a quantity that does not exceed 864 ounces in a single transaction.

Effective Date: July 1, 2013.

Explanation of State Expenditures:

Explanation of State Revenues: Under current statute, only package liquor stores are allowed to sell cold beer. This bill allows a holder of a beer dealer's permit issued to a grocery store or drug store to sell cold beer manufactured in Indiana. Any increase in sales by beer dealers may be offset by a corresponding decrease in sales at package liquor stores. However, if sales increase, sales tax revenue and revenue from alcoholic beverage excise taxes would increase.

Sales Tax revenue is deposited in the state General Fund (99.848%), the Industrial Rail Service Fund (0.029%), and the Commuter Rail Service Fund (0.123%).

The alcoholic beverage excise taxes are distributed in varying amounts to the following funds: state General Fund, Post War Construction Fund, Enforcement and Administration Fund, Pension Relief Fund, Addiction Services Fund, and Wine Grape Market Development Fund. The state retains 50% of the General Fund distribution of beer and wine excise tax revenue. The remainder is distributed to cities and towns based on population.

Explanation of Local Expenditures:

Explanation of Local Revenues: As stated in the *Explanation of State Revenues*, cities and towns would receive 50% of the General Fund distribution of additional alcoholic beverage excise taxes.

State Agencies Affected: Alcohol and Tobacco Commission.

Local Agencies Affected:

Information Sources: *Indiana Handbook of Taxes, Revenues, and Appropriations*.

Fiscal Analyst: Lauren Sewell, 232-9586.